

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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**FISCAL IMPACT STATEMENT**

**LS 6512**

**BILL NUMBER: SB 285**

**NOTE PREPARED: Jan 4, 2007**

**BILL AMENDED:**

**SUBJECT:** Legislative pensions.

**FIRST AUTHOR:** Sen. Kenley

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:** \_\_\_GENERAL  
DEDICATED  
FEDERAL

**IMPACT:** Pending

**Summary of Legislation:** This bill establishes the state's annual contribution for a participant in the Legislators' Defined Contribution plan as a percentage of the participant's salary. It requires the Board of Trustees of the Public Employees' Retirement Fund (PERF) to determine the percentage annually. This bill requires the Budget Agency to confirm the percentage determined by the PERF board. The bill requires that the percentage be determined using: (1) the state's employer contribution rate to fund the pension portion of the retirement benefit for state employees who are members of PERF; and (2) the rate at which the state makes contributions to annuity savings accounts on behalf of state employees who are members of PERF. It provides that the percentage may not exceed the state's total employer contribution rate for state employees who are members of PERF. The bill repeals a provision establishing the state's annual contribution for a participant in the Legislators' Defined Contribution plan as 20% of the participant's annual salary.

**Effective Date:** July 1, 2007.

**Explanation of State Expenditures:** *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**

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